



TEXAS RACING COMMISSION

P. O. BOX 12080
AUSTIN, TEXAS 78711-2080
(512) 833-6699
FAX (512) 833-6907

Texas Racing Commission
Formal Meeting Agenda
Thursday, April 20, 2006
10:30 a.m.
Animal Health Commission
2105 Kramer Lane
Auditorium
Austin, Texas 78758

I. CALL TO ORDER

Roll Call

II. GENERAL BUSINESS

Consideration of and possible action on the following matters:

- A. Budget and Finance Update (Tab 1)
- B. Report on the Race Date Allocation Working Groups

III. PROCEEDINGS ON RULEMAKING

Consideration of and possible action on the following rules:

Petitions for Rulemaking

- A. Petition by Retama Park for amendments to §321.310, Trifecta, and §321.314, Superfecta. (Amendment) (Tab 2)
- B. Petition by the Texas Quarter Horse Association for an amendment to §303.93, Quarter Horse Rules. (Amendment) (Tab 3)

Persons with disabilities planning to attend this meeting who may need auxiliary aids or services, such as sign language interpreters or large print agendas should contact Gloria Giberson no later than April 15, 2006, by phone at (512) 833-6699, by fax at (512) 833-6907, or through RELAY Texas at 1-800-735-2989.

IV. PROCEEDINGS ON RACETRACKS

Consideration of and possible action on the following matters:

- A. Allocation of Cross-Species Purse Money by Texas Greyhound Association for 2006 (Tab 4)
- B. Request by Retama Park for Approval of Totalisator Contract with AmTote International, Inc. (Tab 5)
- C. Request by Lone Star Park at Grand Prairie for Approval of the Totalisator Contract with AmTote International, Inc. (Tab 6)
- D. Request by Lone Star Park at Grand Prairie for Approval of the Totalisator Contract with AmTote International, Inc. (HORSE WIZARD) (Tab 7)
- E. Request by Manor Downs for Approval of Totalisator Contract with United Tote (Tab 8)
- F. Request by Gulf Greyhound Park for Approval of Totalisator Contract with United Tote for Gulf Greyhound Park and Gillespie County Fair and Festivals Association (Tab 9)
- G. Report on Racetrack Inspections (Tab 10)

V. EXECUTIVE SESSION

Under Government Code §551.071, the Commission may open an executive session to confer with its attorney regarding contemplated or pending litigation on any matter listed in this agenda.

Under Texas Racing Act, Art. 179e, Sec. 6.03, Vernon's Texas Civil Statutes, the Commission may open an executive session to review a totalisator contract.

Under Government Code §551.071, the Commission may open an executive session to confer with its attorney regarding contemplated or pending litigation by Trinity Meadows Raceway, Inc., against the Commission. The Commission may also discuss this item in the open meeting and take action in the open meeting.

VI. OLD/NEW BUSINESS

Schedule Next Commission Meeting

VII. ADJOURN

Texas Racing Commission

LBB-4

FYE 08/31/2006

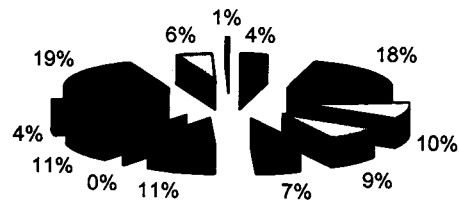
Cumulative Operating Budget Status
by LBB Expenditure Object/Codes

Strategy	Description	FY 2006 Annual Budget	FY 2006 Expended Thru 3/31/2006	FY 2006 Unexpended Bal 3/31/2006	With 58.33% of Year Lapsed % of Budget Expended
\$ (0)	<u>Sum Of All Strategies other than A.2.1</u>				
	1001 Salaries and Wages	3,629,435	1,915,035	1,714,400	52.76%
	1002 Other Personnel Cost	119,020	61,796	57,224	51.92%
	2001 Prof Fees and Services	70,000	17,340	52,660	24.77%
	2003 Consumables	28,300	12,051	16,249	42.58%
	2004 Utilities	26,550	12,239	14,311	46.10%
	2005 Travel	190,246	73,651	116,595	38.71%
	2006 Rent Building	157,500	92,608	64,892	58.80%
	2007 Rent Machine	13,750	7,874	5,876	57.26%
	2009 Other Operating Cost	242,254	124,328	117,926	51.32%
	CB Computer Equipment	32,250	27,142	5,108	84.16%
\$ 4,509,305	Total Operating Budget	4,509,305	2,344,064	2,165,242	51.98%
\$ 5,418,494	Strategy A.2.1. TX Bred Incentive	5,418,494	2,306,182	3,112,312	42.56%
\$ 9,927,799	Total All Strategies	9,927,799	4,650,246	5,277,553	46.84%

Expended Operational Budget By Strategy

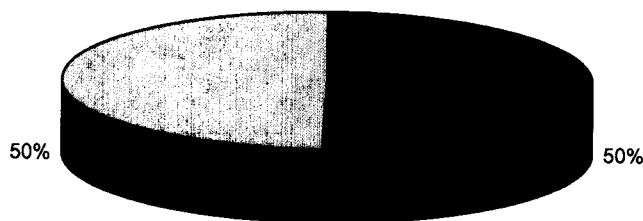
Regulate Racetrack Owners	\$	100,888
Supervise Racing	\$	447,135
Monitor Licensee Activities	\$	232,774
Inspect & Provide Emergency Care	\$	210,409
Administer Drug Test	\$	160,781
Occupational Licensing Program	\$	253,672
Texas On-Line Program	\$	9,740
Monitor Pari-Mutuel Wagering	\$	248,565
Wagering & Compliance Inspection	\$	100,463
Central Administration	\$	433,845
Information Resources	\$	132,491
Other Support Services	\$	13,300

Expended Operational Budget



■ Regulate Racetrack Owners	■ Supervise Racing
□ Monitor Licensee Activities	□ Inspect & Provide Emergency Care
■ Administer Drug Test	■ Occupational Licensing Program
□ Texas On-Line Program	■ Monitor Pari-Mutuel Wagering
■ Wagering & Compliance Inspection	■ Central Administration
□ Information Resources	■ Other Support Services

Expended Appropriations



■ Operational Budget □ ATB Budget

Expended Appropriations	
Operational Budget	\$ 2,344,064
ATB Budget	\$ 2,306,182

Texas Racing Commission

LBB-1

FYE 08/31/2006
Cumulative Operating Budget Status
by LBB Expenditure Object/Codes

Strategy	Description	FY 2006 Annual Budget	FY 2006 Expended Thru 3/31/2006	FY 2006 Unexpended Bal 3/31/2006	With 58.33% of Year Lapsed % of Budget Expended
A.1.1.	<u>Regulate Racetrack Owners</u>				
	1001 Salaries and Wages	179,348	94,924	84,424	52.93%
	1002 Other Personnel Cost	3,180	1,540	1,640	48.43%
	2001 Prof Fees and Services	2,000	1,131	869	56.56%
	2003 Consumables	250	32	218	12.80%
	2004 Utilities	-	-	-	
	2005 Travel	4,950	1,520	3,430	30.72%
18.59%	2006 Rent Building	-	-	-	
\$ 5,683	2007 Rent Machine	-	-	-	
\$ 157,718	2009 Other Operating Cost	3,000	1,741	1,259	58.03%
\$ 29,327	CB Computer Equipment	-	-	-	
\$ 192,728	Total Strategy A.1.1.	192,728	100,888	91,839	52.35%
A.2.1.	<u>Texas Bred Incentive</u>				
	ATB Money Expended	5,418,494	2,306,182	3,112,312	42.56%
\$ 5,418,494	Total Strategy A.2.1.	5,418,494	2,306,182	3,112,312	42.56%
A.3.1.	<u>Supervise Racing and Licensees</u>				
	1001 Salaries and Wages	696,466	393,457	303,009	56.49%
	1002 Other Personnel Cost	17,040	4,840	12,200	28.40%
	2001 Prof Fees and Services	-	-	-	
	2003 Consumables	250	-	250	0.00%
	2004 Utilities	500	-	500	0.00%
	2005 Travel	42,089	18,192	23,897	43.22%
-0.75%	2006 Rent Building	-	-	-	
\$ 25,471	2007 Rent Machine	-	-	-	
\$ 780,378	2009 Other Operating Cost	11,383	3,504	7,879	30.78%
\$ (5,871)	CB Computer Equipment	32,250	27,142	5,108	84.16%
\$ 799,978	Total Strategy A.3.1.	799,978	447,135	352,843	55.89%
A.3.2.	<u>Monitor Occupational Licensee Act.</u>				
	1001 Salaries and Wages	388,104	207,524	180,580	53.47%
	1002 Other Personnel Cost	10,320	12,597	(2,277)	122.07%
	2001 Prof Fees and Services	-	-	-	
	2003 Consumables	250	-	250	0.00%
	2004 Utilities	500	-	500	0.00%
	2005 Travel	22,961	10,384	12,577	45.23%
-0.15%	2006 Rent Building	-	-	-	
\$ 14,399	2007 Rent Machine	-	-	-	
\$ 411,845	2009 Other Operating Cost	3,500	2,268	1,232	64.81%
\$ (609)	CB Computer Equipment	-	-	-	
\$ 425,635	Total Strategy A.3.2.	425,635	232,774	192,861	54.69%
A.4.1.	<u>Inspect and Provide Emerg. Care</u>				
	1001 Salaries and Wages	422,530	188,407	234,123	44.59%
	1002 Other Personnel Cost	7,940	2,264	5,676	28.51%
	2001 Prof Fees and Services	20,000	9,242	10,758	46.21%
	2003 Consumables	350	-	350	0.00%
	2004 Utilities	-	-	-	
	2005 Travel	16,898	5,986	10,912	35.42%
-0.70%	2006 Rent Building	-	-	-	
\$ 13,866	2007 Rent Machine	-	-	-	
\$ 462,355	2009 Other Operating Cost	5,250	4,511	739	85.92%
\$ (3,253)	CB Computer Equipment	-	-	-	
\$ 472,968	Total Strategy A.4.1.	472,968	210,409	262,559	44.49%

Texas Racing Commission

LBB-2

FYE 08/31/2006
Cumulative Operating Budget Status
by LBB Expenditure Object/Codes

Strategy	Description	FY 2006 Annual Budget	FY 2006 Expended Thru 3/31/2006	FY 2006 Unexpended Bal 3/31/2006	With 58.33% of Year Lapsed % of Budget Expended
A.4.2.	Administer Drug Testing				
	1001 Salaries and Wages	277,745	146,147	131,598	52.62%
	1002 Other Personnel Cost	9,060	3,120	5,940	34.44%
	2001 Prof Fees and Services	8,000	-	8,000	0.00%
	2003 Consumables	200	-	200	0.00%
	2004 Utilities	-	-	-	
	2005 Travel	17,102	8,346	8,756	48.80%
3.66%	2006 Rent Building	-	-	-	
\$ 9,895	2007 Rent Machine	-	-	-	
\$ 293,465	2009 Other Operating Cost	2,000	3,168	(1,168)	158.40%
\$ 10,747	CB Computer Equipment	-	-	-	
\$ 314,107	Total Strategy A.4.2.	314,107	160,781	153,326	51.19%
B.1.1.	Occupational Licensing				
	1001 Salaries and Wages	411,438	216,182	195,256	52.54%
	1002 Other Personnel Cost	18,280	10,443	7,837	57.13%
	2001 Prof Fees and Services	-	-	-	
	2003 Consumables	12,500	192	12,308	1.53%
	2004 Utilities	250	-	250	0.00%
	2005 Travel	25,750	7,965	17,785	30.93%
1.99%	2006 Rent Building	-	-	-	
\$ 16,111	2007 Rent Machine	11,000	6,696	4,304	60.87%
\$ 477,734	2009 Other Operating Cost	24,137	12,195	11,942	50.52%
\$ 9,510	CB Computer Equipment	-	-	-	
\$ 503,355	Total Strategy B.1.1.	503,355	253,672	249,683	50.40%
B.1.2.	Texas OnLine				
	1001 Salaries and Wages	-	-	-	
	1002 Other Personnel Cost	-	-	-	
	2001 Prof Fees and Services	-	-	-	
	2003 Consumables	-	-	-	
	2004 Utilities	-	-	-	
	2005 Travel	-	-	-	
	2006 Rent Building	-	-	-	
	2007 Rent Machine	-	-	-	
\$ 23,250	2009 Other Operating Cost	23,250	9,740	13,510	41.89%
\$ -	CB Computer Equipment	-	-	-	
\$ 23,250	Total Strategy B.1.2.	23,250	9,740	13,510	41.89%
C.1.1.	Monitor Wagering and Audit				
	1001 Salaries and Wages	425,653	227,756	197,897	53.51%
	1002 Other Personnel Cost	11,140	5,060	6,080	45.42%
	2001 Prof Fees and Services	-	-	-	
	2003 Consumables	250	-	250	0.00%
	2004 Utilities	200	-	200	0.00%
	2005 Travel	17,500	9,555	7,945	54.60%
-0.47%	2006 Rent Building	-	-	-	
\$ 15,122	2007 Rent Machine	-	-	-	
\$ 464,031	2009 Other Operating Cost	22,250	6,193	16,057	27.84%
\$ (2,160)	CB Computer Equipment	-	-	-	
\$ 476,993	Total Strategy C.1.1.	476,993	248,565	228,428	52.11%
C.1.2.	Wagering & Compliance Inspections				
	1001 Salaries and Wages	187,185	89,709	97,476	47.93%
	1002 Other Personnel Cost	5,140	5,300	(160)	103.11%
	2001 Prof Fees and Services	-	-	-	
	2003 Consumables	250	-	250	0.00%
	2004 Utilities	100	-	100	0.00%
	2005 Travel	15,750	4,823	10,927	30.62%
-2.64%	2006 Rent Building	-	-	-	
\$ 4,795	2007 Rent Machine	-	-	-	
\$ 211,710	2009 Other Operating Cost	2,500	631	1,869	25.22%
\$ (5,580)	CB Computer Equipment	-	-	-	
\$ 210,925	Total Strategy C.1.2.	210,925	100,463	110,462	47.63%

Texas Racing Commission

LBB-3

FYE 08/31/2006
Cumulative Operating Budget Status
by LBB Expenditure Object/Codes

Strategy	Description	FY 2006 Annual Budget	FY 2006 Expended Thru 3/31/2006	FY 2006 Unexpended Bal 3/31/2006	With 58.33% of Year Lapsed % of Budget Expended
D.1.1.	Central Administration				
	1001 Salaries and Wages	372,479	212,650	159,829	57.09%
	1002 Other Personnel Cost	29,260	13,612	15,648	46.52%
	2001 Prof Fees and Services	22,500	6,967	15,533	30.96%
	2003 Consumables	13,500	11,252	2,248	83.35%
	2004 Utilities	25,000	12,239	12,761	48.96%
	2005 Travel	24,446	5,812	18,634	23.77%
-1.18%	2006 Rent Building	154,500	89,908	64,592	58.19%
\$ 10,989	2007 Rent Machine	2,750	1,178	1,572	42.84%
\$ 772,767	2009 Other Operating Cost	130,234	80,226	50,008	61.60%
\$ (9,087)	CB Computer Equipment	-	-	-	
\$ 774,669	Total Strategy D.1.1.	774,669	433,845	340,824	56.00%
D.2.1.	Information Resources				
	1001 Salaries and Wages	242,268	124,979	117,290	51.59%
	1002 Other Personnel Cost	7,660	3,020	4,640	39.43%
	2001 Prof Fees and Services	17,500	-	17,500	0.00%
	2003 Consumables	500	575	(75)	115.00%
	2004 Utilities	-	-	-	
	2005 Travel	2,800	1,067	1,733	38.10%
-7.60%	2006 Rent Building	3,000	2,700	300	90.00%
\$ 8,711	2007 Rent Machine	-	-	-	
\$ 302,791	2009 Other Operating Cost	14,750	151	14,599	1.02%
\$ (23,024)	CB Computer Equipment	-	-	-	
\$ 288,478	Total Strategy D.1.2.	288,478	132,491	155,987	45.93%
D.1.3.	Other Support Services				
	1001 Salaries and Wages	26,220	13,300	12,920	50.72%
	1002 Other Personnel Cost	-	-	-	
	2001 Prof Fees and Services	-	-	-	
	2003 Consumables	-	-	-	
	2004 Utilities	-	-	-	
	2005 Travel	-	-	-	
0.00%	2006 Rent Building	-	-	-	
\$ 1,200	2007 Rent Machine	-	-	-	
\$ 25,020	2009 Other Operating Cost	-	-	-	
\$ -	CB Computer Equipment	-	-	-	
\$ 26,220	Total Strategy D.1.3.	26,220	13,300	12,920	50.72%
\$ 126,242	Aproximated 4% appropriation rider				
\$ 4,383,063	Operating Budget regular appropriations	4,509,305	2,344,064	1,695,084	51.98%
\$ 5,418,494	Strategy A.2.1. TX Bred Incentive	5,418,494	2,306,182	3,112,312	42.56%
\$ 9,927,799	Total M.O.F.				
\$ 9,927,799	Total All Strategies	9,927,799	4,650,246	4,807,395	46.84%



Received TxRC

APR 04 2006

March 14, 2006

Charla Ann King, Executive Secretary
Texas Racing Commission
P.O. Box 12080
Austin, Texas 78711-2080

Re: Proposed Rule Changes: Sec. 321.310(n), Sec. 321.314 (h)

Dear Ms. King:

Retama Park respectfully requests the following rule changes to be considered for the next Commission meeting, April 20, 2006.

Sec. 321.310. Trifecta (n) If fewer than six horses of different betting interests leave the paddock for a race on which there is Trifecta wagering, the association shall cancel the Trifecta wager for that race and refund the entire amount in the pool.

We submit the following change:

Sec. 321.310. Trifecta (n) If fewer than five horses of different betting interests leave the paddock for a race on which there is Trifecta wagering, the association shall cancel the Trifecta wager for that race and refund the entire amount in the pool.

Sec. 321.314. Superfecta. (h) If fewer than seven horses of different betting interests leave the paddock for a race in which there is superfecta wagering, the association shall cancel the superfecta wager for that race and refund the entire amount in the pool.

We submit the following change:

Sec. 321.314. Superfecta. (h) If fewer than six horses of different betting interests leave the paddock for a race in which there is superfecta wagering, the association shall cancel the superfecta wager for that race and refund the entire amount in the pool.



In the past we have seen a decrease in the field size of our races. By making these changes there would be fewer lost wagering opportunities, which should increase the mutuel handle, which in turn means more money for the horsemen.

Thank you in advance for your consideration in this matter.

Respectfully,

A handwritten signature in black ink that reads "Jackie Hart". The signature is written in a cursive, flowing style.

Jackie Hart
Director of Mutuels

mac

Sec. 321.310. TRIFECTA.

(a) - (b) (No change).

~~[(c) A coupled entry or mutuel field may not start in a horse race with trifecta wagering unless there are six or more betting interests.]~~

(c) ~~[(d)]~~ If after wagering has begun an animal entered in a trifecta race is scratched or otherwise prevented from racing, all money wagered on the affected animal shall be deducted from the trifecta pool and refunded to the holders of tickets on the affected animal.

(d) ~~[(e)]~~ If no ticket is sold on the winning combination, the net pool shall be distributed equally among the holders of tickets selecting the animals finishing first and second.

(e) ~~[(f)]~~ If no ticket is sold that requires distribution under subsection (d) ~~[(e)]~~ of this section, the net pool shall be distributed equally among the holders of tickets selecting the animals finishing first and third .

(f) ~~[(g)]~~ If no ticket is sold that requires distribution under subsections (d) ~~[(e)]~~ or (e) ~~[(f)]~~ of this section, the net pool shall be distributed equally among the holders of tickets selecting the animal finishing first.

(g) ~~[(h)]~~ If no ticket is sold requiring distribution under subsections (d) - (f) ~~[(e) - (g)]~~ of this section, the net pool shall

be distributed equally among the holders of tickets selecting the animals finishing second and third.

(h) [~~(i)~~] If no ticket is sold requiring distribution under subsections (d) - (g) [~~(e) - (h)~~] of this section, the net pool shall be distributed equally among the holders of tickets selecting the animal finishing second.

(i) [~~(j)~~] If no ticket is sold requiring distribution under subsections (d) - (h) [~~(e) - (i)~~] of this section, the net pool shall be distributed equally among the holders of tickets selecting the animal finishing third.

(j) [~~(k)~~] If a trifecta race ends in a dead heat for first place, the winning combination shall include the first two animals as finishing in either first or second and the animal finishing third. If a trifecta race ends in a dead heat for second place, the winning combinations shall include the animal finishing first and the two animals finishing in a dead heat as finishing either second or third. If a trifecta race ends in a dead heat for third place, the winning combinations include the animals finishing first and second and any of the animals finishing in the dead heat as finishing third. In all combinations paid under this subsection, the net pool shall be divided into separate pools, calculated as a place pool, and paid out accordingly.

(k) [(1)] If a trifecta race ends in a triple dead heat or double dead heats, the net pool shall be divided by the number of all win, place, and show combinations formed, calculated as separate pools, and paid out accordingly.

(l) [(m)] If no ticket is sold that would require distribution under this section, the trifecta is considered "no contest" and the association shall carry forward all money wagered in the trifecta pool to the next consecutive trifecta pool.

(m) An association shall not offer trifecta wagering on any race placed on the official program that does not have six or more different wagering interests unless approved by the board of stewards or judges. ~~[(n) If fewer than six horses of different betting interests leave the paddock for a race on which there is trifecta wagering, the association shall cancel the trifecta wager for that race and refund the entire amount in the pool.]~~

(n) In the event scratches cause the number of different wagering interests to fall below six, or below an amount previously approved by the board of stewards or judges, the board of stewards or judges may order the wager to be canceled and the pool to be refunded if deemed in the interests of wagering integrity.

Sec. 321.314. SUPERFECTA.

(a) - (f) (No change).

(g) An association shall not offer superfecta wagering on any race placed on the official program that does not have seven or more different wagering interests unless approved by the board of stewards or judges. ~~[A coupled entry or mutuel field may not start in a horse race with superfecta wagering unless there are seven or more betting interests.]~~

(h) In the event scratches cause the number of different wagering interests to fall below seven, or below an amount previously approved by the board of stewards or judges as outlined in subsection (g) above, the board of stewards or judges may order the wager to be canceled and the pool to be refunded if deemed in the interest of wagering integrity. ~~[If fewer than seven horses of different betting interests leave the paddock for a race in which there is superfecta wagering, the association shall cancel the superfecta wager for that race and refund the entire amount in the pool.]~~



Received TxRC

APR 04 2006

April 3, 2006

Charla Ann King
Executive Director
Texas Racing Commission
P.O. Box 12080
Austin, Texas 78711-2080

Dear Charla Ann,

I am requesting the following changes be added to the agenda for April 20 Texas Racing Commission meeting:

Sec. 303.93(b)(3)(B) "An application for accreditation must be on a form prescribed by TQHA and include the applicable payment as prescribed by TQHA. The deadline for filing an application for accreditation is April 15 of the year in which an ATB eligible foal is conceived." TQHA may accredit a stallion for which the application for accreditation is filed after April 15 but no later than December 31 of the year in which an ATB eligible foal is conceived, provided the application includes payment of a late fee as established by TQHA. An application for accreditation is considered timely filed if it is placed in U.S. mail and is postmarked on or before the application deadline."

Thank you for your assistance.

Sincerely

Rob Werstler

Sec. 303.93. QUARTER HORSE RULES.

- (a) (No change.)
- (b) Eligibility for Accreditation.
 - (1) (No change.)
 - (2) (No change.)
 - (3) ATB Stallions

(A) (No change.)

(B) An application for accreditation must be on a form prescribed by TQHA and include the applicable payment as prescribed by TQHA. The deadline for filing an application for accreditation is April 15 [~~January 31~~] of the year in which an ATB eligible foal is conceived. TQHA may accredit a stallion for which the application for accreditation is filed after April 15 [~~January 31~~] but no later than December 31 of the year in which an ATB eligible foal is conceived, provided the application includes payment of a late fee as established by TQHA. An application for accreditation is considered timely filed if it is placed in U.S. mail and is postmarked on or before the applicable deadline.



Texas Greyhound Association

Representing the Greyhound Breeding and Racing Industry in Texas

Received TxRC

APR 07 2006

Ms. Charla Ann King
Texas Racing Commission
8505 Cross Park Drive
Suite 110
Austin, Tx 78754

April 4, 2006

Re: Interstate Cross-Species Simulcasting

Dear Charla Ann:

As requested by the Texas Racing Commission, the Texas Greyhound Association submits for Commission approval the proposed formula for allocation of interstate cross-species simulcasting purses received under §6.091(d)(2) of the Texas Racing Act, in accordance with Texas Racing Commission Rule §303.102(d). For this purpose, purses generated in 2006 pursuant to the Global Cross-Species Simulcast Agreement, as amended, (.5% of interstate horse handle over \$10M) will be included in the proposed formula; however, this amount will not be subject to the allowable TGA administrative expense.

FORMULA WHILE VRP RUNNING LIVE

The formula proposed to determine the allocation of purses, after allowable administrative expenses of 15%, to the three greyhound tracks is as follows:

Horse handle at Gulf Greyhound Park (GGP)	\$ xx,xxx
Horse handle at Corpus Christi Greyhound Park (CCGT)	xx,xxx
Horse handle at Valley Race Park (VRP)	<u>xx,xxx</u>
Total horse handle all tracks	<u>\$xxx,xxx</u>
GGP horse handle/Total horse handle	xx%
CCGT horse handle/Total horse handle	xx%
VRP horse handle/Total horse handle	<u>xx%</u>
	<u>100%</u>

Post Office Box 40; Lorena, TX 76655-0040 * (254) 857-4377 * (254) 857-4299 Fax

Email: txga@texasgreyhoundassociation.co

4-1

greyhoundassociation.com

FORMULA WHILE VRP NOT RUNNING LIVE


For the period beginning after the last day of VRP's Fall 2005-Spring 2006 live meet, through the day preceding the beginning date of VRP's Fall 2006-Spring 2007 Spring Meet, VRP will receive an amount equal to 55% of its share which is determined in the formula for the distribution of purse funds generated on wagering on greyhounds at Texas horse racetracks. For the same period, the remaining 45% will be divided between GGP and CCGT in proportion to each of those greyhound racetracks' respective share of horse handle at those racetracks.

Should any of the three racetracks significantly reduce its live racing schedule from 2005, the TGA requests the right to modify this formula.

We believe this formula is consistent with the Texas Racing Act and the Texas Commission Rules of Racing, and is subject to the Commission's annual approval.

Please contact me if you have questions or comments.

Sincerely,



Diane Whiteley
Executive Director



Received TxRC

APR 03 2006

March 31, 2006

Ms. Charla Ann King
Executive Secretary
Texas Racing Commission
P.O. Box 12080
Austin, TX 78711-2080

Dear Ms. King:

This letter requests the addition of an agenda item for the April 20, 2006 meeting of the Texas Racing Commission:

Request by Retama Park for approval of the revised totalizator contract between AmTote International, Inc. and Retama Development Corporation

Thank you for your consideration of this request. A copy of the above referenced contract is enclosed. Again, thank you for your consideration.

Yours truly,

Lisa L. Medrano, CPA
Chief Financial Officer
Retama Entertainment Group, Inc. as agent for
Retama Development Corporation d.b.a. Retama Park

Enc.



LONE STAR PARK

at Grand Prairie

A MAGNA ENTERTAINMENT VENUE

Our Mission:

Create Winning Experiences.

Received TxRC

MAR 29 2006

March 27, 2006

Ms. Charla Ann King
Executive Secretary
Texas Racing Commission
P.O. Box 12080
Austin, TX 78711-2080

Via Facsimile and US Mail

Dear Charla Ann:

Lone Star Park at Grand Prairie requests the following item be added to the next Texas Racing Commission Meeting agenda on Thursday, April 20:

- Consideration and approval of the Totalisator agreement with Amtote (fully executed agreement forward to the Commission on March 23, 2006).

If you have any questions regarding this matter please feel free to call me at (972) 237-1112. Thank you for your consideration in this matter.

Sincerely,

Drew Shubeck
Vice President & General Manager

DS/sa

HOST SITE OF THE
2004 BREEDERS' CUP
WORLD THOROUGHBRED CHAMPIONSHIPS

1000 Lone Star Parkway
Grand Prairie, Texas 75050
(972) 263-7223
lonestarpark.com



MAR 23 2006

Magna Entertainment Corp.

Sender's Direct Dial: (804) 752-2014
Sender's Address: 11388 Farrington Farm Lane
Ashland, Virginia 23005

337 Magna Drive
Aurora, Ontario,
Canada L4G 7K1
Tel (905) 726-2462
Fax (905) 726-7448

March 22, 2006

Sent via Facsimile ((512) 833-6907) and Overnight Courier

Ms. Charla Ann King
Executive Secretary
Texas Racing Commission
8505 Cross Park Drive
Suite 110
Austin, Texas 78754

Dear Ms. King:

This letter is to request the approval of the Texas Racing Commission (the "Commission") for Lone Star Park to offer wagering through a newly developed edition of the Horse Wizard™ simplified wagering device (the "Horse Wizard™ II"). Unlike the original Horse Wizard™, the Horse Wizard™ II is designed to accept not only win, place and show bets, but also exacta and trifecta bets. In addition, the Horse Wizard™ II also will allow bettors to box and wheel their exacta and trifecta wagers. The minimum denominations accepted for each wager will be determined according to applicable Texas law.

In a departure from the original Horse Wizard™, the Horse Wizard™ II does not display simulcast races over the terminal's video screen. Instead, the Horse Wizard™ II will offer bettors the opportunity to select the tracks and races on which the bettor wishes to wager. Providing this added flexibility to allow bettors to select wagering product makes it difficult to also offer track-to-terminal simulcast video. We anticipate, however, that there will be several television monitors located in the area where bettors can watch races from several racetracks, including any Texas tracks then currently operating.

In respect of the machine's appearance, the Horse Wizard™ II will look exactly like the original Horse Wizard™, except for the changes required to enable bettors to place the additional exotic wagers to be offered through these machines. Moreover, the Horse Wizard™ will process and communicate wagering information in exactly the same way as this information is processed and communicated currently through the original Horse Wizard™ machines. In essence, the only differences between the original Horse Wizard™ machine and the new Horse Wizard™ II machine are the ability to place certain exotic wagers (exactas and trifectas) and the ability to watch the live race over the machine's video terminal.

March 22, 2006

Page 2

To assist your and the Commission's understanding of this new wagering interface, I have enclosed exhibits that show how the betting screens on the new Horse Wizard™ II machine will appear to a wagering customer. The first image (Exhibit 1) shows the initial screen that appears on each machine before the wagering selections are made. The second image (Exhibit 2) shows how the screen will appear after a bettor inputs his or her bets.

MEC's goal is to offer wagering through the Horse Wizard™ II at Lone Star Park as soon as possible after the Commission has approved its use in Texas. Accordingly, I would appreciate it if you could place this request on the agenda for discussion and consideration by the Commission at its April meeting. I realize that approval of the tote services contract, along with testing to ensure that the Horse Wizard™ II machines meet applicable Texas tote standards, are a part of the overall approval for Lone Star Park to offer these machines to its patrons. In respect of the tote services agreement, I expect that you will receive shortly a copy of the contract between Lone Star Park and AmTote regarding the provision of tote services for both the Horse Wizard™ and Horse Wizard™ II machines.

In the meantime, if you or any of the Commissioners have any questions regarding this latest version of the Horse Wizard™ wagering machine, please let me know.

Sincerely,

A handwritten signature in black ink, appearing to read "Gregg A. Scoggins", with a long horizontal flourish extending to the right.

Gregg A. Scoggins

National Director of Regulatory Affairs

Enclosures

cc: Drew Shubeck
Rita Maccari
Lorie Tutt

EXHIBIT 1

Horse Wizard – Expert Edition – Startup Page

pending
tickets

HORSE WIZARD

CURRENT
RACE

MINUTES
TO POST

PICK A RACE

RUNNER	M/L	CRNT	WIN	PLACE	SHOW	EXA1	EXA2	TRI1	TRI2	TRI3
1 APACHE GUNSHIP C. VELASQUEZ R. WERNER	10-1	12-1				2.00	2.00			
2 MUITO MELHOR C. DECARLO	8-1	10-1				2.00	2.00			
3 WILD PICK B. BLANC	15-1	20-1				2.00	2.00			
4 STEVESTAN ST. K. G. MCPEEK BID J. SANTOS	10-1	7-1				2.00	2.00			
5 HE'SALLMINE J. BRAVO	10-1	5-1				2.00	2.00			
6 SKAGWAY K. FALLOM	6-1	3-1				2.00	2.00			
7 PHENOM ST. C. MCGAUGHEY CAPTAIN CHAOS E. CON	15-1	13-1				2.00	2.00			
8 SIDCUP E. CASTRO	5-1	2-1				2.00	2.00			
9 FUNNY CIDE E. CASTRO	5-1	2-1				2.00	2.00			
10 OPHELIA E. CASTRO	5-1	2-1				2.00	2.00			

MORE RUNNERS

CREDITS

BET COST

TICKET

© 2005 MEC

ACCOUNT
INFO

STAKE
OVER

\$1

\$2

\$5

\$10

\$20

OTHER
AMOUNT

BET

EXHIBIT 2

Horse Wizard – Expert Edition – Active Screen

pending
tickets



CURRENT
RACE

GULFSTREAM RACE 3

MINUTES
TO POST

2

PICK A RACE

RUNNER	M/L	CRNT	WIN	PLACE	SHOW	EXA1	EXA2	TR11	TR12	TR13
--------	-----	------	-----	-------	------	------	------	------	------	------

1 APACHE GUNSHIP
C. VELASQUEZ R. WERNER

10-1 12-1

2.00 2.00

2 MUITO MELHOR
C. DECARLO

8-1 10-1

2.00 2.00

3 WILD PICK
B. BLANC K.O. MCPECK

15-1 20-1

2.00 2.00

4 BID
J. SANTOS K. MCCLAUGHLIN

10-1 7-1

2.00 2.00

5 HE'S ALL MINE
J. BRAVO J. HENING

10-1 5-1

2.00 2.00

6 SKAGWAY
K. FALLON C. MCCAUGHEY

6-1 3-1

2.00 2.00

7 CAPTAIN CHAOS
E. COA

15-1 13-1

2.00 2.00

8 SIDCUP
E. CASTRO A. REMISTEDLER

5-1 2-1

2.00 2.00

SCRATCH

10 OPHELIA
E. CASTRO A. REMISTEDLER

5-1 2-1

2.00 2.00

MORE RUNNERS

CREDITS

\$330

BET COST

\$16.00

TICKET



© 2005 MEC

ACCOUNT
INFO

START
OVER

\$1

\$2

\$5

\$10

\$20

OTHER
AMOUNT

BET



11505 Susquehanna Trail
Glen Rock, PA 17327 USA
Patricia A. Howard
Paralegal
Phone: (717) 235-9291
Fax: (717) 227-4370

Received TxRC

MAR 31 2006

March 30, 2006

VIA FEDERAL EXPRESS

Charla Ann King
Texas Racing Commission
8505 Cross Park Drive, #110
Austin, Texas 78754-4594

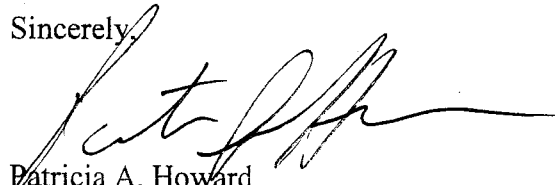
RE: Service Contract between United Tote Company and Manor Downs, Inc.

Dear Ms. King:

Enclosed please find a fully-executed copy of the Service Contract for Enterprise Wagering Solution for a New Totalizator System dated December 1, 2005 between United Tote Company and Manor Downs, Inc. as revised per your letter dated march 16, 2006 to Manor Downs.

Please call me if you have any questions.

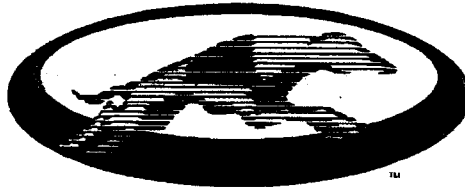
Sincerely,



Patricia A. Howard
Paralegal

cc: Edi Johnson (w/enclosure)

Enclosure



■ GULF GREYHOUND PARK ■

Received TxRC

APR 04 2006

Sally B. Briggs
General Manager

March 30, 2006

Ms. Charla Ann King
Executive Secretary
Texas Racing Commission
P. O. Box 12080
Austin, TX 78711-2080

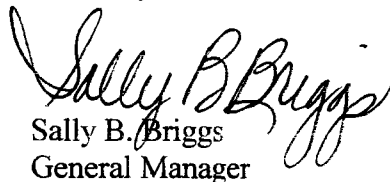
Re: United Tote Contract

Dear Ms. King:

Enclosed please find the revised contract between Gulf Greyhound Park and United Tote Company. Please place this contract on the agenda for approval at the next Texas Racing Commission meeting.

If you have questions or need additional information, please let me know. Thank you.

Sincerely,


Sally B. Briggs
General Manager

Texas Racing Commission
Report on Racetrack Inspection Activities
April 20, 2006

Date of Inspection	Track	Type of Inspection	Number of Unsatisfactory Items	Track Remediation Complete	Inspection resolved
2/9/06	Manor	Enforcement	1	Resolved 3/11/06	3/11/06
2/16/06	Manor	Executive	4	3 resolved 2/24/06 1 resolved 3/25/06	3/25/06
2/22/06	Manor	Racing-Stewards	4	4 resolved 2/24/06	2/24/06
2/23/06	Manor	Pari-mutuel & Audit	1	Resolved 3/14/06	3/14/06
3/1/06	Corpus	Racing-Judges	1		
3/1/06	Corpus	Veterinary	3		
3/9/06	Gulf	Pari-mutuel & Audit	1	Resolved 3/24/06	3/24/06
3/24/06	Valley	Executive	0		
4/5/06	Lone Star	Enforcement	1		
4/5/06	Lone Star	Veterinary	7		